

November 10, 2010

ITEM NO. B5

**AUTHORIZATION TO EXECUTE A CONTRACT WITH NF DEMOLITION, INC.
FOR DEMOLITION SERVICES AT LECLAIRE COURTS - GROUP 6**

To the Honorable Board of Commissioners:

RECOMMENDATION

It is recommended that the Board of Commissioners authorize the Chief Executive Officer or his designee to execute a contract for demolition services at LeClaire Courts – Group 6 with NF Demolition, Inc. The contract covers the demolition of eighty-two (82) dwelling units at sixteen (16) buildings for a firm fixed price of \$650,881.00. The demolition work and associated site work and landscaping is to be completed within ninety (90) calendar days of the date set forth in the Notice to Proceed.

RECOMMENDATION SUMMARY

Funding: Other Funding

Specification No: 10 – 00591

Vendor: NF Demolition, Inc.
16W050 Jeans Road
Lemont, IL 60439

Contract Type: Demolition
Contract Amount: \$650,881.00
Number of Vendors Solicited: 264
(Including 134 MBE and 6 WBE Firms)
Assist Agencies: 69; Non-Minority: 55
Number of Pick-Ups/Downloads: 25
(Including 22 downloaded from BuySpeed
and 3 walk ins)
Number of Bids Received: 5
Contract Time: Ninety (90) calendar days
from the date set forth in
the Notice to Proceed

Date Advertised:	August 23, 2010
Pre-Bid Conference:	August 26, 2010
Site Visit:	August 26, 2010
Addendum No. 1 Issued:	N/A
Date Bid Opened:	September 16, 2010
Advertisement Publication(s):	Chicago Sun-Times Chicago Defender El Dia CHA Website BuySpeed Online

M/W/DBE Participation:

Direct MBE 34 % WBE 1 % DBE _____ %
Indirect MBE _____ % WBE _____ % DBE _____ %
Waiver _____ (Yes/No)

Section 3:

Hiring # 2 Subcontracting _____ Other Economic Opportunities \$ _____

GENERAL BACKGROUND

As part of the Capital Improvement Program, the Chicago Housing Authority (CHA) solicited bids to perform demolition work at LeClaire Courts (RH-02). LeClaire Courts extends along the west side of South Cicero Avenue from 44th Street to 45th Street. The structures to be demolished no longer serve a useful purpose and their demolition is needed as part of the ongoing renovation of CHA developments under the Plan for Transformation. The demolition work at LeClaire Courts was split into several bid packages to provide greater contracting opportunities for vendors. Demolition, site work and landscaping is to be completed within ninety (90) calendar days of the date set forth in the Notice to Proceed.

PROCUREMENT HISTORY

The CHA advertised Invitation for Bid (IFB) No. 10 – 00591 on August 23, 2010 for the demolition of dwelling units at LeClaire Courts – Group 6. The IFB was advertised in the Chicago Sun-Times, the Chicago Defender and El Dia, and on the CHA website and BuySpeed Online. The pre-bid meeting and site visit were held on August 26, 2010. The CHA issued no Addendums to this solicitation. The CHA received and opened five (5) bids on September 16, 2010.

After reviewing the bid submittal materials, the Department of Procurement and Contracts and the Capital Construction Department held a pre-award survey meeting with the apparent lowest bidder and NF Demolition, Inc., as the second apparent low bidder. The firms responded to questions on the thoroughness of their bids and their capacity to perform the work. With the reviews, analysis and meetings completed, the Department of Procurement and Contracts has determined that NF Demolition, Inc. is the lowest responsive and responsible bidder for Group 6 with a bid of \$650,881.00.

Based on the foregoing, it is in the CHA's best interest for the Board of Commissioners to authorize the Chief Executive Officer or his designee to execute a contract with NF Demolition, Inc., for demolition services at LeClaire Courts – Group 6 for a firm fixed price of \$650,881.00. The demolition work and associated site work and landscaping is to be completed within ninety (90) calendar days of the date set forth in the Notice to Proceed.

This award is subject to the Contractor's compliance with the CHA's MBE/WBE/DBE, Section 3 resident hiring, and bonding and insurance requirements.

RESOLUTION NO. 2010-CHA-146

WHEREAS, the Board of Commissioners has reviewed the Board Letter dated November 10, 2010, entitled “AUTHORIZATION TO EXECUTE A CONTRACT WITH NF DEMOLITION, INC., FOR DEMOLITION SERVICES AT LECLAIRE COURTS – GROUP 6”;

THEREFORE, BE IT RESOLVED BY THE CHICAGO HOUSING AUTHORITY

THAT that the Board of Commissioners authorize the Chief Executive Officer or his designee to execute a contract with NF Demolition, Inc., for demolition services at LeClaire Courts (RH-02) - Group 6 for a firm fixed price of \$650,881.00. The contract will cover the demolition of eighty-two (82) dwelling units at sixteen (16) buildings. The demolition work and associated site work and landscaping is to be completed within ninety (90) calendar days of the date set forth in the Notice to Proceed.

This award is subject to the Contractor’s compliance with the CHA’s MBE/WBE/DBE, Section 3 resident hiring, and bonding and insurance requirements.

